

UNITED STATES DISTRICT COURT  
SOUTHERN DISTRICT OF NEW YORK

SECURITIES AND EXCHANGE  
COMMISSION,

Plaintiff,

-against-

GALLEON MANAGEMENT, LP,  
RAJ RAJARATNAM, RAJIV GOEL,  
ANIL KUMAR, DANIELLE CHIESI,  
MARK KURLAND, ROBERT MOFFAT,  
NEW CASTLE FUNDS LLC, ROOMY  
KHAN, DEEP SHAH, ALI HARIRI, ZVI  
GOFFER, DAVID PLATE, GAUTHAM  
SHANKAR, SCHOTTENFELD GROUP  
LLC, STEVEN FORTUNA, and S2  
CAPITAL MANAGEMENT, LP

Defendants.

09 CV 8811 (JSR)

**ANSWER TO SECOND AMENDED  
COMPLAINT**

Defendant Danielle Chiesi, by her attorneys, Kelley Drye & Warren LLP, as and for her Answer to the Second Amended Complaint, dated January 29, 2010 (the “Second Amended Complaint”) of plaintiff, the Securities and Exchange Commission (the “Commission”), hereby responds and alleges as follows<sup>1</sup>:

1. To the extent paragraph 1 of the Second Amended Complaint contains allegations of wrongdoing by Ms. Chiesi, they are denied. Ms. Chiesi denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

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<sup>1</sup> Nothing herein shall constitute, or shall be deemed to constitute a waiver of any rights that Ms. Chiesi may have pursuant to the Fifth Amendment to the United States Constitution.

2. To the extent paragraph 2 of the Second Amended Complaint contains allegations of wrongdoing by Ms. Chiesi, they are denied. Ms. Chiesi denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

(i) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(i) of the Second Amended Complaint.

(ii) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(ii) of the Second Amended Complaint.

(iii) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(iii) of the Second Amended Complaint.

(iv) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(iv) of the Second Amended Complaint.

(v) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(v) of the Second Amended Complaint.

(vi) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(vi) of the Second Amended Complaint.

(vii) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(vii) of the Second Amended Complaint.

(viii) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(viii) of the Second Amended Complaint.

(ix) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(ix) of the Second Amended Complaint.

(x) With respect to the allegations contained in paragraph 2(x) of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

(xi) With respect to the allegations contained in paragraph 2(xi) of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

(xii) Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 2(xii) of the Second Amended Complaint.

3. States that paragraph 3 of the Second Amended Complaint contains legal conclusions to which no response is required. To the extent a response is necessary, Ms. Chiesi denies any allegations of wrongdoing by her, and denies knowledge or information sufficient to form a belief as to any remaining allegations.

4. Admits the allegations contained in paragraph 4 of the Second Amended Complaint.

5. Admits the allegations contained in the first sentence contained in paragraph 5 of the Second Amended Complaint. With respect to the remaining allegations, Ms. Chiesi admits that she resides within the Southern District of New York, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations.

6. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 6 of the Second Amended Complaint.

7. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 7 of the Second Amended Complaint.

8. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 8 of the Second Amended Complaint.

9. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 9 of the Second Amended Complaint.

10. Denies the allegations contained in paragraph 10 of the Second Amended Complaint, except admits that Ms. Chiesi is 44 years old, resides in New York, New York, and is a registered hedge fund investment advisor and holds Series 7 and 63 licenses.

11. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 11 of the Second Amended Complaint.

12. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 12 of the Second Amended Complaint.

13. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 13 of the Second Amended Complaint, except admits that New Castle is a registered investment adviser based in White Plains, New York, that was formerly part of Bear Stearns Asset Management.

14. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 14 of the Second Amended Complaint.

15. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 15 of the Second Amended Complaint.

16. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 16 of the Second Amended Complaint.

17. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 17 of the Second Amended Complaint.

18. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 18 of the Second Amended Complaint.

19. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 19 of the Second Amended Complaint.

20. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 20 of the Second Amended Complaint.

21. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 21 of the Second Amended Complaint.

22. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 22 of the Second Amended Complaint.

23. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 23 of the Second Amended Complaint, except admits that Akamai's stock trades on the Nasdaq under the symbol "AKAM."

24. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 24 of the Second Amended Complaint, except admits that AMD's stock trades on the New York Stock Exchange ("NYSE") under the symbol "AMD."

25. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 25 of the Second Amended Complaint.

26. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 26 of the Second Amended Complaint.

27. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 27 of the Second Amended Complaint.

28. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 28 of the Second Amended Complaint.

29. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 29 of the Second Amended Complaint.

30. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 30 of the Second Amended Complaint.

31. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 31 of the Second Amended Complaint, except admits that Google's stock trades on the Nasdaq under the symbol "GOOG."

32. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 32 of the Second Amended Complaint.

33. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 33 of the Second Amended Complaint, except admits that IBM's stock trades on the NYSE under the symbol "IBM."

34. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 34 of the Second Amended Complaint, except admits that Intel's stock trades on the Nasdaq under the symbol "INTC."

35. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 35 of the Second Amended Complaint.

36. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 36 of the Second Amended Complaint.

37. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 37 of the Second Amended Complaint.

38. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 38 of the Second Amended Complaint.

39. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 39 of the Second Amended Complaint.

40. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 40 of the Second Amended Complaint.

41. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 41 of the Second Amended Complaint.

42. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 42 of the Second Amended Complaint.

43. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 43 of the Second Amended Complaint, except admits that SUN's stock trades on the Nasdaq under the symbol "JAVA."

44. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 44 of the Second Amended Complaint.

45. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 45 of the Second Amended Complaint.

46. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 46 of the Second Amended Complaint.

47. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 47 of the Second Amended Complaint.

48. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 48 of the Second Amended Complaint.

49. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 49 of the Second Amended Complaint.

50. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 50 of the Second Amended Complaint.

51. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 51 of the Second Amended Complaint.



52. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 52 of the Second Amended Complaint.

53. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 53 of the Second Amended Complaint.

54. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 54 of the Second Amended Complaint.

55. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 55 of the Second Amended Complaint.

56. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 56 of the Second Amended Complaint.

57. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 57 of the Second Amended Complaint.

58. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 58 of the Second Amended Complaint.

59. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 59 of the Second Amended Complaint.

60. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 60 of the Second Amended Complaint.

61. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 61 of the Second Amended Complaint.

62. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 62 of the Second Amended Complaint.

63. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 63 of the Second Amended Complaint.

64. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 64 of the Second Amended Complaint.

65. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 65 of the Second Amended Complaint.

66. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 66 of the Second Amended Complaint.

67. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 67 of the Second Amended Complaint.

68. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 68 of the Second Amended Complaint.

69. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 69 of the Second Amended Complaint.

70. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 70 of the Second Amended Complaint.

71. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 71 of the Second Amended Complaint.

72. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 72 of the Second Amended Complaint.

73. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 73 of the Second Amended Complaint.

74. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 74 of the Second Amended Complaint.

75. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 75 of the Second Amended Complaint.

76. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 76 of the Second Amended Complaint.

77. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 77 of the Second Amended Complaint.

78. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 78 of the Second Amended Complaint.

79. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 79 of the Second Amended Complaint.

80. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 80 of the Second Amended Complaint.

81. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 81 of the Second Amended Complaint.

82. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 82 of the Second Amended Complaint.

83. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 83 of the Second Amended Complaint.

84. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 84 of the Second Amended Complaint.

85. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 85 of the Second Amended Complaint.

86. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 86 of the Second Amended Complaint.

87. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 87 of the Second Amended Complaint.

88. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 88 of the Second Amended Complaint.

89. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 89 of the Second Amended Complaint.

90. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 90 of the Second Amended Complaint.

91. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 91 of the Second Amended Complaint.

92. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 92 of the Second Amended Complaint.

93. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 93 of the Second Amended Complaint.

94. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 94 of the Second Amended Complaint.

95. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 95 of the Second Amended Complaint.

96. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 96 of the Second Amended Complaint.

97. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 97 of the Second Amended Complaint.

98. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 98 of the Second Amended Complaint.

99. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 99 of the Second Amended Complaint.

100. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 100 of the Second Amended Complaint.

101. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 101 of the Second Amended Complaint.

102. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 102 of the Second Amended Complaint.

103. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 103 of the Second Amended Complaint.

104. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 104 of the Second Amended Complaint.

105. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 105 of the Second Amended Complaint.

106. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 106 of the Second Amended Complaint.

107. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 107 of the Second Amended Complaint.

108. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 108 of the Second Amended Complaint.

109. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 109 of the Second Amended Complaint.

110. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 110 of the Second Amended Complaint.

111. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 111 of the Second Amended Complaint.

112. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 112 of the Second Amended Complaint.

113. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 113 of the Second Amended Complaint.

114. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 114 of the Second Amended Complaint.

115. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 115 of the Second Amended Complaint.

116. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 116 of the Second Amended Complaint.

117. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 117 of the Second Amended Complaint.

118. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 118 of the Second Amended Complaint.

119. With respect to the allegations contained in paragraph 119 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

120. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 120 of the Second Amended Complaint.

121. With respect to the allegations contained in paragraph 121 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

122. With respect to the allegations contained in paragraph 122 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information.

123. With respect to the allegations contained in paragraph 123 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

124. With respect to the allegations contained in paragraph 124 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

125. Denies the allegations contained in paragraph 125 of the Second Amended Complaint.

126. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 126 of the Second Amended Complaint.

127. With respect to the allegations contained in paragraph 127 of the Second Amended Complaint, denies that Ms. Chiesi and Moffat “are friends,” and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

128. With respect to the allegations contained in paragraph 128 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

129. With respect to the allegations contained in paragraph 129 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

130. With respect to the allegations contained in paragraph 130 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

131. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 131 of the Second Amended Complaint.



132. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 132 of the Second Amended Complaint.

133. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 133 of the Second Amended Complaint.

134. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 134 of the Second Amended Complaint.

135. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 135 of the Second Amended Complaint.

136. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 136 of the Second Amended Complaint.

137. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 137 of the Second Amended Complaint.

138. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 138 of the Second Amended Complaint.

139. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 139 of the Second Amended Complaint.

140. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 140 of the Second Amended Complaint.

141. Denies the allegations contained in paragraph 141 of the Second Amended Complaint.

142. Denies the allegations contained in paragraph 142 of the Second Amended Complaint.

143. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 143 of the Second Amended Complaint.

144. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 144 of the Second Amended Complaint.

145. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 145 of the Second Amended Complaint.

146. With respect to the allegations contained in paragraph 146 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

147. With respect to the allegations contained in paragraph 147 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

148. Denies the allegations contained in paragraph 148 of the Second Amended Complaint.

149. Denies the allegations contained in paragraph 149 of the Second Amended Complaint.

150. Denies the allegations contained in paragraph 150 of the Second Amended Complaint.

151. With respect to the allegations contained in paragraph 151 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise

made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

152. With respect to the allegations contained in paragraph 152 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

153. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 153 of the Second Amended Complaint.

154. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 154 of the Second Amended Complaint.

155. Denies the allegations contained in paragraph 155 of the Second Amended Complaint.

156. With respect to the allegations contained in paragraph 156 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

157. With respect to the allegations contained in paragraph 157 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

158. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 158 of the Second Amended Complaint.

159. With respect to the allegations contained in paragraph 159 of the Second Amended Complaint, denies any allegation that Ms. Chiesi received, distributed or otherwise made use of material nonpublic information, and denies knowledge or information sufficient to form a belief as to the truth of any remaining allegations contained therein.

160. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 160 of the Second Amended Complaint.

161. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 161 of the Second Amended Complaint.

162. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 162 of the Second Amended Complaint.

163. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 163 of the Second Amended Complaint.

164. Repeats and realleges the responses to paragraphs 1 through 163 of the Second Amended Complaint, as if fully stated herein.

165. Denies the allegations contained in paragraph 165 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

166. Denies the allegations contained in paragraph 166 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

167. Denies the allegations contained in paragraph 167 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

168. Denies the allegations contained in paragraph 168 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

169. Denies the allegations contained in paragraph 169 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

170. Denies knowledge or information sufficient to form a belief as to the truth of the allegations contained in paragraph 170 of the Second Amended Complaint.

171. Denies the allegations contained in paragraph 171 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

172. Denies the allegations contained in paragraph 172 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

173. Denies the allegations contained in paragraph 173 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

174. Denies the allegations contained in paragraph 174 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

175. Repeats and realleges the responses to paragraphs 1 through 174 of the Second Amended Complaint, as if fully stated herein.

176. Denies the allegations contained in paragraph 176 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else.

177. Denies the allegations contained in paragraph 177 of the Second Amended Complaint to the extent they are asserted against Ms. Chiesi, and denies knowledge or information sufficient to form a belief as to the truth of the allegations to the extent they are asserted against anyone else, and denies that the Commission is entitled to any of the relief requested against Ms. Chiesi in the following WHEREFORE clause.

WHEREFORE defendant Danielle Chiesi demands judgment dismissing the Second Amended Complaint on the merits in its entirety with prejudice, and awarding her costs, disbursements, reasonable attorney's fees, and any such additional relief that the Court deems just and proper.

Dated: New York, New York  
February 16, 2010

KELLEY DRYE & WARREN LLP

By: 

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